IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

In re: W.R. GRACE & CO., et al.

CTATE OF CALLEDNA

STATE OF CALIFORNIA DEPARTMENT OF GENERAL SERVICES,

CIVIL ACTION NO. 08-863

Appellant,

v. : Bankruptcy Case No. 01-1139

W.R. GRACE & CO., et al.,

Appellees.

appenees.

ORDER

AND NOW, this *29th* day of *September*, 2009, upon consideration of the Brief of Appellant State of California Department of General Services (Docket No. 24), the Brief of Appellees W.R. Grace & Co, *et al.* (Docket No. 26), and Appellant's Reply Brief (Docket No. 28), as well as Appellant's Request for Oral Argument (Docket No. 29), it is hereby **ORDERED** that:

- 1. Appellant's request for oral argument is **DENIED**;
- 2. Appellant's Appeal of the Bankruptcy Court's October 10, 2008 Order is **GRANTED**;
- 3. The Bankruptcy Court's October 10, 2008 Order is **REVERSED**; and
- 4. The matter is remanded to the Bankruptcy Court for further proceedings.

It is so **ORDERED**.

BY THE COURT:

s/ Ronald L. Buckwalter
RONALD L. BUCKWALTER, S.J.